

RESOLUTION NO. 53 - 2015

EXPRESSING City Council's opposition to Senate Bill No. 198 which would prohibit municipal corporations from levying an income tax on nonresidents' compensation for personal services or on net profits from a sole proprietorship owned by a nonresident.

WHEREAS, municipalities rely on income taxes to provide basic services to residents and those who work and visit within the municipality; and

WHEREAS, currently the City of Cincinnati collects income tax revenue from nonresidents doing business in the city; and

WHEREAS, the projected negative economic impact to the City of Cincinnati if income tax collection were to be eliminated from those who work in but do not live in Cincinnati is approximately \$200 million annually; and

WHEREAS, nonresidents who work in the city utilize city services, such as road maintenance, protection by the Cincinnati Police Department, and protection by the Cincinnati Fire Department, which are paid for in large part with funds gained from the municipal income tax; and

WHEREAS, Ohio Senate Bill No. 198, the so called "Pay Where You Vote" legislation, proposes to exempt certain nonresidents who work in a municipality from having to pay income taxes in that municipality; now, therefore,

BE IT RESOLVED by the Council of the City of Cincinnati, State of Ohio:

Section 1. That the Cincinnati City Council hereby expresses its opposition to Ohio Senate Bill No. 198, which seeks to prohibit municipal corporations from levying an income tax on nonresidents' compensation for personal services or on net profits from a sole proprietorship owned by a nonresident.

Section 2. That this resolution be spread upon the minutes of Council with copies delivered to State Senator Kris Jordan (R-Delaware, sponsor of the bill); Senate President Keith

Faber; Senate Majority Leader Tom Patton; Senate Minority Leader Joe Schiavoni; State Senator Bill Seitz; and State Senator Cecil Thomas.

Passed: August 5, 2015

Attest: [Signature]
Clerk

[Signature]
Mayor

Submitted by Councilmember P.G. Sittenfeld